HEIDI HEITKAMP NORTH DAKOTA HART SENATE BUILDING 516 WASHINGTON, DC 20510 PH: 202-224-2043 FAX: 202-224-7776

TOLL FREE: 1–800–223–4457 http://www.heitkamp.senate.gov

## United States Senate

WASHINGTON, DC 20510 July 12, 2018 COMMITTEES:
AGRICULTURE, NUTRITION AND FORESTRY
BANKING, HOUSING AND
URBAN AFFAIRS

HOMELAND SECURITY AND GOVERNMENTAL AFFAIRS INDIAN AFFAIRS

SMALL BUSINESS AND ENTREPRENEURSHIP

The Honorable Andrew Wheeler Acting Administrator U.S. Environmental Protection Agency 1200 Pennsylvania Avenue, NW Washington, D.C. 20460

Dear Acting Administrator Wheeler,

I want to first congratulate you on your being named Acting Administrator for the Environmental Protection Agency (EPA). In your new role leading the EPA, it is important to reiterate the priorities and issues that we discussed during our meeting in December, including following the statutory regulations for the Renewable Fuel Standard (RFS), rewriting the Clean Power Plan (CPP) to recognize and account for state-level generation needs while reducing greenhouse gas emissions from electric generating units, and continuing work to redefine "Waters of the United States" (WOTUS). To better understand the impacts of these regulations on my state, I want to invite you to North Dakota so that you can meet with a variety of stakeholders to discuss and look at pragmatic solutions to these issues — and to tour various energy facilities and research sites.

While it is encouraging that the EPA made its statutory deadline in releasing the proposed Renewable Volume Obligations (RVOs) for the RFS, it is concerning that the uncertainty regarding EPA's improper use of waivers for large refiners was not addressed and the administration again failed to live up to its commitment to support yearlong E15 sales, which continues to threaten farmers and biofuel producers. Continuing to propose incremental adjustments to the annual RVOs while simultaneously undermining the RFS via improper refinery waivers does not constitute the strong support for the RFS and biofuels that Congress continually demands. I urge you to quickly and transparently resolve the issue surrounding improperly granted waivers and to formally propose granting E15 a Reid Vapor Pressure waiver allowing for sale year-round.

Regarding the CPP, it is encouraging to hear that a rewritten rule has been sent to the Office of Management and Budget for final review. As we discussed in our meeting, it was disappointing that the previous administration did not take into account the serious and thoughtful ideas from North Dakota utilities and other stakeholders who were willing to make tough decisions and agree to significant emissions reduction levels. This was reflected in the unworkable and unrealistic target set for North Dakota in the final plan – that mandated reductions four times larger than those in the draft proposal. North Dakota utilities and stakeholders stand ready and are willing to put forward and evaluate pragmatic ideas to reduce emissions and create tough but fair rules to reduce carbon emissions. It is imperative that any rule have flexibility for states and utilities to achieve the stated goals through innovation and planning based on what works best for the generation mix in each individual state. It is also important to consider timelines that take into account the useful life of electric generating units – so that utilities, co-ops, and ratepayers

are not stuck paying for stranded assets. I look forward to reviewing the EPA's replacement rule when it becomes public and continuing to engage and work constructively on a new plan.

In addition, I urge the agency to continue its collaborative work with the Department of the Army (Army) and the Army Corps of Engineers in its proposed action to repeal the 2015 definition of WOTUS. In February 2017, I applauded the president's action in ordering a review and reconsideration of WOTUS which launched the regulatory process that the EPA, the Army and Army Corps of Engineers are now undergoing in a supplemental proposal. It is important that the agencies thoroughly engage the public and provide clarity to the rulemaking process to ensure that a new WOTUS definition meets high standards for clean water and provides regulatory clarity on what qualifies as protected waterways.

I look forward to continuing our dialogue on these and other issues important to North Dakota and that now are your responsibility as you take the reins in leading EPA – and stand ready to work with you on arranging a trip to North Dakota that I am confident will better inform your decisions moving forward on a whole host of issues.

Sincerely.

Heidi Heitkamp

United States Senator